Reg. No. : ....

Name : ....

Second Semester B.A. Degree Examination, December 2021.

First Degree Programme under CBCSS

Economics

Core Course – II

EC 1241 – INTERMEDIATE MICROECONOMICS

(2019 Admission)

Time : 3 Hours　　　　　　　　　　　　　　　　　　　Max. Marks : 80

SECTION – I

Answer **all** questions. Each question carries **1** mark

1.　Derived Demand
2.　Monopsony
3.　Present Value
4.　Quasi-Rent
5.　Public Goods
6.　Externalities
7.　Free Rider
8.　Club Goods
9.　Market Failure
10.　Cooperative Game

(10 × 1 = 10 Marks)

SECTION – II

Answer **any eight** questions not exceeding **1** paragraph. Each question carries **2** marks

11. What are stock and flow variables?

12. Distinguish between risk and uncertainty.

13. Explain the NPV criterion of investment.

14. What is IRR?

15. What are social dilemmas?

16. Explain Nash equilibrium.

17. What are mixed goods?

18. What do you mean by economic rent?

19. Define value of marginal product (VMP)

20. Explain bilateral monopoly

21. What is Gini coefficient?

22. What is behavioural economics?

(8 × 2 = 16 Marks)

SECTION – III

Answer **any six** questions not exceeding **1** page. Each question carries **4** marks

23. Explain prisoner's dilemma.

24. Illustrate the backward bending supply curve.

25. Examine the characteristics of risk lovers, plungers and risk diversifiers.

26. Discuss the major features of public and private goods.

27. Write a note on behavioural experiments.

28. Examine Lorenz curve as a measure of inequality.

29. Write a note on game theory and its strategies.

30. Distinguish between the partial and general equilibrium approaches.

31. Discuss the product exhaustion problem.

(6 × 4 = 24 Marks)

SECTION – IV

Answer **any two** questions not exceeding **4** pages. Each question carries **15** marks

32. Explain the marginal productivity theory of factor pricing.

33. Examine the major methods of investment evaluation.

34. Discuss the general equilibrium analysis.

35. Examine the major cases and the ways to correct market failures.

(2 × 15 = 30 Marks)

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